



# Investor Centre

 @InvestCentreOz

## Day Traders Blog April 2017

### May

As a 1 year – May is expected to turn down and run down from Easter. We would say we are currently “out of profile” for a 1 year. May is also a BOOMERANG month that over the last 35 years has ended within 50 pts of its start more than 80% of the time. As a 1 year we would expect May to fall at the beginning of the month and turn around at the end of the month. May started just shy of the 5950 Ro70 and so has a potential to return back to 5900 seasonally. This would position institutions well for June.

May is also affected by falling commodity prices as the northern Hemisphere reduces energy consumption for summer and this seems to spread from the energy stocks to the base commodities. Gold tends to rise on falling energy and that traditionally adds weight to our \$AUD. However, despite higher gold prices, the \$AUD is weak at \$0.73. This does open the potential for Asian buying of commodity stocks on lower prices in the back end of May and the front of June.

### April Trading

April was a short month with a substantially limited number of trades. Our market got smashed with an \$8B Asian spending spree in the week before Easter. This was enough to send our market up 100 pts and smash our undefeated Tigers Easter trade. It went badly for our day trades as we were positioned for short trades with the S&P sideways down as our market was forced into the over-bought zone. Consequently, April performance was lower than usual.

The Day Trading Results are now available from the Investor Centre Web site under the Day Trading Menu.

<http://www.investorcentre.com.au/dtresults.php?id=22>

Open Trade & Daily Chase were smashed down with the Asian spending and the unseasonal fall after Easter. Open trades ended with a negative result and the Daily Chase basically broke even.

The FADE and the AST were the money spinners for April and managed to offset losses from our 2 primary trades to make a small profit for April.

Despite that my account went heavily backwards with a full strength (80 contracts) Tigers trade for Easter that lost the full 70 pt stop. Of course I did the very next Tigers trade at 25 contract strength (that won) and so now my account is only just coming back to where it was at the beginning of April.

June is normally an average month for Open trades (59%) but we generally prosper in July (69%). Unfortunately, we have to take the good with the bad. It's still just 600 winning trades and 400 losing trades for the year.

Good hunting

Jody